



General Assembly

**Amendment**

January Session, 2013

LCO No. 5948

**\*SB0059705948SD0\***

Offered by:

SEN. CRISCO, 17<sup>th</sup> Dist.

REP. MEGNA, 97<sup>th</sup> Dist.

To: Senate Bill No. 597

File No. 4

Cal. No. 39

**"AN ACT CONCERNING PORTABLE ELECTRONICS INSURANCE."**

1 Strike everything after the enacting clause and substitute the  
2 following in lieu thereof:

3 "Section 1. (NEW) (*Effective October 1, 2013*) (a) As used in this  
4 section:

5 (1) "Portable electronics insurance" means insurance coverage for  
6 the repair or replacement of a portable electronic device because of  
7 loss, theft, inoperability due to mechanical failure, malfunction,  
8 damage or other similar causes of loss. "Portable electronics insurance"  
9 does not include (A) an extended warranty, as defined in section 42-  
10 260 of the general statutes, as amended by this act, (B) an insurance  
11 policy covering a seller's or manufacturer's obligations under a  
12 warranty, or (C) a homeowners, renter's or other insurance policy that  
13 includes coverage similar to portable electronics insurance;

14 (2) "Portable electronic device" means any self-contained, easily  
15 carried, battery-operated electronic equipment for personal use for  
16 communicating, viewing, listening, recording, playing video games,  
17 computing or global positioning, including a cellular or satellite  
18 telephone, paging device, personal global positioning system unit,  
19 portable computer, audio listening or audio recording device, video  
20 viewing or video recording device, digital camera, portable video  
21 game system, telephone answering machine, docking or charging  
22 station for any portable electronic device, and other similar device.  
23 "Portable electronic device" includes accessories for and services  
24 related to the use of such devices;

25 (3) "Buyer" means a person who leases or purchases a portable  
26 electronic device;

27 (4) "Enrolled buyer" means a buyer who elects coverage under a  
28 portable electronics insurance policy;

29 (5) "Insurance producer" has the same meaning as provided in  
30 section 38a-702a of the general statutes;

31 (6) "Insurer" has the same meaning as provided in section 38a-1 of  
32 the general statutes;

33 (7) "Location" means any physical location in this state or any  
34 Internet web site or call center site directed at residents of this state;

35 (8) "Portable electronics transaction" means the lease or sale of a  
36 portable electronic device by a seller to a buyer;

37 (9) "Seller" means a person in the business of direct or indirect  
38 portable electronics transactions;

39 (10) "Supervising entity" means a business entity licensed as an  
40 insurer in this state and authorized to write personal or commercial  
41 risk insurance business in this state or an insurance producer licensed  
42 in this state, appointed by an insurer to supervise such insurer's

43 portable electronics insurance program.

44 (b) (1) No seller shall offer or sell portable electronics insurance in  
45 this state without obtaining a portable electronics insurance license  
46 from the Insurance Commissioner as set forth in this subsection. Such  
47 license shall authorize any employee or authorized representative of  
48 such seller to offer or sell portable electronics insurance at each  
49 location where the seller engages in portable electronics transactions.

50 (2) No such employee or authorized representative shall be required  
51 to be licensed under chapter 701a of the general statutes, provided:

52 (A) The seller obtains and maintains such portable electronics  
53 insurance license;

54 (B) The insurer issuing a portable electronics insurance policy to the  
55 seller or a supervising entity of such insurer supervises the  
56 administration of the seller's portable electronics insurance program;  
57 and

58 (C) No such employee or authorized representative holds himself or  
59 herself out as a licensed insurance producer.

60 (3) (A) (i) Any seller seeking to obtain a portable electronics  
61 insurance license shall submit an initial sworn application to the  
62 Insurance Department on a form prescribed by the Insurance  
63 Commissioner. Such application shall include (I) the name, residence  
64 address and other information as said commissioner may require for  
65 an employee or an officer of the seller that is designated by such seller  
66 as the individual responsible for the seller's compliance with this  
67 section. If the seller derives more than fifty per cent of its revenue from  
68 the sale of portable electronics insurance, the seller shall include the  
69 name, residence address and other information as said commissioner  
70 may require for all of the seller's shareholders who are directly or  
71 indirectly the beneficial owner of ten per cent or more of any class of  
72 security of such seller, and for all of its officers and directors, and (II)  
73 the address of the applicant's home office. Such application shall be

74 accompanied by the fees set forth in section 38a-11 of the general  
75 statutes, as amended by this act. Each portable electronics insurance  
76 license shall be valid for two years.

77 (ii) Any seller seeking to renew a portable electronics insurance  
78 license shall submit to the Insurance Department any changes to the  
79 initial application and any other information the Insurance  
80 Commissioner may require and the renewal fee set forth in section 38a-  
81 11 of the general statutes, as amended by this act.

82 (B) Any seller offering or selling portable electronics insurance in  
83 this state prior to October 1, 2013, shall apply for a portable electronics  
84 insurance license not later than ninety days after the Insurance  
85 Commissioner makes the application for such license available. On  
86 and after October 1, 2013, a seller seeking to offer or sell portable  
87 electronics insurance in this state shall obtain such license prior to  
88 offering or selling such insurance in this state.

89 (c) At each location where a seller offers or sells portable electronics  
90 insurance to buyers, such seller shall make available to prospective  
91 buyers brochures or other written materials that contain all of the  
92 following:

93 (1) A disclosure that portable electronics insurance may duplicate  
94 insurance coverage already provided by a buyer's homeowners,  
95 renter's or other insurance policy;

96 (2) A statement that enrollment in portable electronics insurance is  
97 not required for a buyer to lease or purchase a portable electronics  
98 device;

99 (3) (A) The identity of the insurer issuing the portable electronics  
100 insurance policy, (B) the identity of the supervising entity of such  
101 insurer, if any, (C) the amount of any applicable deductible and a  
102 summary of how such deductible is to be paid, (D) a summary of the  
103 insurance policy benefits, and (E) a summary of key terms and  
104 conditions of such insurance policy, including, but not limited to,

105 whether, under such insurance policy, portable electronic devices may  
106 be repaired or replaced with similar make and model reconditioned or  
107 nonoriginal manufacturer parts or equipment;

108 (4) A summary of the process for filing a claim, including a  
109 description of how to return portable electronic devices and the  
110 maximum fee applicable if the buyer fails to comply with any  
111 equipment return requirements; and

112 (5) A statement that a buyer enrolled in a portable electronics  
113 insurance policy may cancel the insurance certificate at any time and  
114 that the person paying the premium will receive a refund of or a credit  
115 for any applicable unearned premium.

116 (d) (1) If portable electronics insurance is included at no additional  
117 charge with the lease or purchase of a portable electronic device, the  
118 seller shall clearly and conspicuously disclose to the buyer that such  
119 insurance is included at no additional charge with the lease or  
120 purchase of a portable electronic device.

121 (2) A seller may bill for and collect premium payments for portable  
122 electronics insurance policies, provided:

123 (A) Any premium payment that is not included in the cost of the  
124 lease or purchase of a portable electronic device is itemized separately  
125 on the enrolled buyer's invoice; and

126 (B) The seller remits such premium payment to the insurer issuing  
127 such insurance policy not later than sixty days after the seller receives  
128 such payment. Such insurer shall not cancel an enrolled buyer's  
129 certificate on the basis of nonpayment of premium if such enrolled  
130 buyer timely pays such premium to the seller.

131 (3) A seller shall not be required to maintain premium payments  
132 collected pursuant to this subsection in a segregated account if such  
133 insurer authorizes the seller to commingle such payments. All such  
134 premium payments collected shall be held by the seller in a fiduciary

135 capacity for the benefit of such insurer.

136 (4) A seller may receive compensation from such insurer for such  
137 billing and collection services, as agreed to by such insurer and such  
138 seller.

139 (e) (1) A portable electronics insurance policy shall not be issued,  
140 sold or offered for sale unless such insurance policy is issued by an  
141 insurer authorized to write such line of business in this state. Such  
142 insurance policy may be issued as a group policy or a master  
143 commercial inland marine policy to a seller for its enrolled buyers. An  
144 insurer authorized to issue a portable electronics insurance policy in  
145 this state shall file a copy of the form for such policy in accordance  
146 with subsection (c) of section 38a-676 of the general statutes, as  
147 amended by this act.

148 (2) An insurer that issues portable electronics insurance policies and  
149 does not directly supervise the administration of a seller's portable  
150 electronics insurance program shall appoint a supervising entity and  
151 shall provide the name and contact information of such supervising  
152 entity to the Insurance Commissioner and to any seller that offers or  
153 sells such insurance policy to buyers.

154 (3) The supervising entity shall maintain a registry of seller locations  
155 in this state that are authorized to offer or sell such insurer's portable  
156 electronics insurance policies in this state. Upon request by the  
157 Insurance Commissioner with at least ten days' notice, such  
158 supervising entity shall make such registry available during the  
159 regular business hours of such supervising entity to said commissioner  
160 or said commissioner's designee for inspection and examination.

161 (f) (1) An enrolled buyer may cancel a portable electronics insurance  
162 certificate at any time. Such cancellation may be (A) oral to the seller at  
163 the location where such enrolled buyer elected such coverage or a  
164 telephone number specified for such purpose, or (B) in writing, which  
165 writing shall be sent by United States mail or electronic means to (i) the

166 insurer that issued such insurance policy if such enrolled buyer pays  
167 the premium to such insurer, or (ii) the seller if such seller collects the  
168 premium payment for such insurance policy. Not later than three days  
169 after a seller receives a cancellation, such seller shall notify, or forward  
170 such cancellation to, the supervising entity or the insurer that issued  
171 such insurance policy if such insurer has not appointed a supervising  
172 entity. The supervising entity shall notify, or forward such cancellation  
173 to, the insurer that issued such insurance policy. Such insurer shall  
174 refund or arrange for credit to be provided, not later than sixty days  
175 after receiving such notice or cancellation, to the person who paid the  
176 premium any applicable unearned premium.

177 (2) (A) An insurer may cancel, terminate or change the terms and  
178 conditions of a portable electronics insurance policy only upon  
179 providing at least thirty days' written notice, sent by United States mail  
180 or electronic means, to the seller policyholder and enrolled buyers. If  
181 the insurer changes the terms and conditions of such insurance policy,  
182 such insurer shall provide the seller policyholder with a revised  
183 insurance policy or endorsement and each enrolled buyer with a  
184 revised certificate, endorsement, updated brochure or other materials  
185 that indicate a change in the terms and conditions of such insurance  
186 policy and a summary of the material changes.

187 (B) An insurer may cancel, with at least fifteen days' written notice,  
188 sent by United States mail or electronic means to the seller  
189 policyholder and enrolled buyers:

190 (i) A portable electronics insurance policy for nonpayment of  
191 premium by the seller policyholder or a portable electronics insurance  
192 certificate for nonpayment of premium by an enrolled buyer. Such  
193 seller policyholder or enrolled buyer may continue the coverage and  
194 avoid the effect of the cancellation by payment in full at any time prior  
195 to the effective date of cancellation. If an enrolled buyer timely made a  
196 payment to the seller pursuant to subdivision (2) of subsection (d) of  
197 this section, such insurer shall not cancel such enrolled buyer's  
198 certificate for nonpayment of premium; or

199 (ii) A portable electronics insurance certificate for fraud or material  
200 misrepresentation by the enrolled buyer in obtaining such insurance  
201 coverage or in the presenting of a claim thereunder.

202 (C) An insurer may cancel a portable electronics insurance  
203 certificate, effective immediately, (i) if an enrolled buyer ceases to have  
204 an active service with the seller, or (ii) for exhaustion of the aggregate  
205 limit of liability, if any, of such insurance coverage, provided the  
206 insurer sends written notice of such cancellation by United States mail  
207 or electronic means to such enrolled buyer not later than thirty days  
208 after such buyer exhausts such limit. If such notice is not timely sent,  
209 coverage shall continue notwithstanding the aggregate limit of liability  
210 until the insurer sends such notice of cancellation to such enrolled  
211 buyer.

212 (3) A seller may terminate a portable electronics insurance policy at  
213 any time, provided such seller provides at least thirty days' written  
214 notice prior to such termination, by United States mail or electronic  
215 means, to the insurer issuing such insurance policy or to the  
216 supervising entity of such insurer and to each enrolled buyer, of such  
217 termination and the effective date of such termination.

218 (4) (A) Any written notices or correspondence sent pursuant to this  
219 subsection or otherwise required by law shall be sent to, as applicable,  
220 (i) the enrolled buyer at such enrolled buyer's last-known mailing  
221 address or electronic mail address on file with the insurer or the seller,  
222 (ii) the insurer at such insurer's mailing address or electronic mail  
223 address specified for such purpose, or (iii) the seller at such seller's  
224 mailing address or electronic mail address specified for such purpose.  
225 For purposes of this subsection, the provision of an enrolled buyer's  
226 electronic mail address by such enrolled buyer to the insurer or the  
227 seller shall be deemed consent by such enrolled buyer to receive such  
228 notices or correspondence by electronic mail.

229 (B) Each insurer or seller that sends a written notice or  
230 correspondence pursuant to this subsection shall maintain proof that

231 such notice or correspondence was sent for not less than three years  
232 after such notice or correspondence was sent.

233 (C) A supervising entity may send a written notice or  
234 correspondence pursuant to this subsection on behalf of the insurer or  
235 a seller for which the insurer has issued a portable electronics  
236 insurance policy. Such supervising entity shall maintain proof that  
237 such notice or correspondence was sent for not less than three years  
238 after such notice or correspondence was sent.

239 (g) The Insurance Commissioner may:

240 (1) Refuse to renew, for cause, after notice and hearing, a portable  
241 electronics insurance license. Any person aggrieved by the action of  
242 the commissioner in disapproving or refusing to renew a portable  
243 electronics license may appeal therefrom in accordance with the  
244 provisions of section 4-183 of the general statutes, except venue for  
245 such appeal shall be in the judicial district of New Britain; and

246 (2) Suspend or revoke a portable electronics insurance license and  
247 impose a fine in addition to or in lieu of suspension or revocation, in  
248 accordance with section 38a-774 of the general statutes. In addition, in  
249 lieu of suspension or revocation, the commissioner may issue a cease  
250 and desist order suspending the privilege of offering or selling  
251 portable electronics insurance at specific locations of a seller or by  
252 specific employees or authorized representatives of such seller.

253 Sec. 2. Section 38a-792 of the general statutes is repealed and the  
254 following is substituted in lieu thereof (*Effective October 1, 2013*):

255 (a) (1) No person may act as an adjuster of casualty claims for any  
256 insurance company or firm or corporation engaged in the adjustment  
257 of casualty claims unless such person has first secured a license from  
258 the commissioner, and has paid the license fee specified in section  
259 38a-11, as amended by this act, for each two-year period or fraction  
260 thereof. Application for such license shall be made as provided in  
261 section 38a-769, as amended by this act. [The commissioner may waive

262 the requirement for examination in the case of any applicant for a  
263 casualty claims adjuster's license who is a nonresident of this state and  
264 who holds an equivalent license from any other state.] Any such  
265 license issued by the commissioner shall be in force until the thirtieth  
266 day of June in each odd-numbered year unless sooner revoked or  
267 suspended. The [license] person may, [in] at the discretion of the  
268 commissioner, [be renewed] renew the license biennially upon  
269 payment of the fee specified in section 38a-11, as amended by this act.  
270 [The commissioner may waive the examination required under section  
271 38a-769, in the case of an applicant who at any time within two years  
272 next preceding the date of application has been licensed in this state  
273 under a license of the same type as the license applied for.]

274 (2) The commissioner may waive the examination required under  
275 section 38a-769, in the case of any applicant for a casualty claims  
276 adjuster's license that (A) is a nonresident of this state or has its  
277 principal place of business in another state, and holds an equivalent  
278 license from any other state, or (B) at any time within two years next  
279 preceding the date of application has been licensed in this state under  
280 a license of the same type as the license applied for.

281 (b) The commissioner may prescribe reasonable regulations, in  
282 accordance with the provisions of chapter 54, governing the licensing  
283 of casualty claims adjusters and the adjustment of casualty claims.

284 (c) Any person who violates any provision of this section shall be  
285 fined not more than two thousand dollars or imprisoned not more  
286 than one year or both.

287 (d) The provisions of this section shall not apply to any: [member]

288 (1) (A) Individual who, for purposes of claims for portable  
289 electronics insurance, as defined in section 1 of this act, only (i) collects  
290 claim information from or furnishes claim information to insureds or  
291 claimants, and (ii) conducts data entry, including data entry into an  
292 automated claims adjudication system, provided such individual is an

293 employee of a casualty claims adjuster licensed in this state or an  
294 affiliate of such casualty claims adjuster and not more than twenty-five  
295 such individuals are under the supervision of a casualty claims  
296 adjuster licensed in this state or an insurance producer licensed in this  
297 state, provided such producer adjusts portable electronics insurance  
298 claims. A licensed insurance producer who adjusts portable electronics  
299 insurance claims or supervises individuals pursuant to this  
300 subparagraph shall not be required to be licensed as a casualty claims  
301 adjuster.

302 (B) For purposes of this subdivision, "automated claims adjudication  
303 system" means a preprogrammed computer system, designed for the  
304 collection, data entry, calculation and final resolution of portable  
305 electronics insurance claims, that (i) is used only by a supervised  
306 individual, a casualty claims adjuster licensed in this state or an  
307 insurance producer licensed in this state, in accordance with  
308 subparagraph (A) of this subdivision, (ii) complies with all applicable  
309 claims payment requirements under this title, and (iii) is certified as  
310 complying with the provisions of this subdivision by a licensed  
311 casualty claims adjuster who is an officer of a business entity licensed  
312 in this state as a casualty claims adjuster; or

313 (2) Member of the bar of this state in good standing who is engaged  
314 in the general practice of the law.

315 Sec. 3. Subsection (a) of section 38a-11 of the general statutes is  
316 repealed and the following is substituted in lieu thereof (*Effective*  
317 *October 1, 2013*):

318 (a) The commissioner shall demand and receive the following fees:  
319 (1) For the annual fee for each license issued to a domestic insurance  
320 company, two hundred dollars; (2) for receiving and filing annual  
321 reports of domestic insurance companies, fifty dollars; (3) for filing all  
322 documents prerequisite to the issuance of a license to an insurance  
323 company, two hundred twenty dollars, except that the fee for such  
324 filings by any health care center, as defined in section 38a-175, shall be

325 one thousand three hundred fifty dollars; (4) for filing any additional  
326 paper required by law, thirty dollars; (5) for each certificate of  
327 valuation, organization, reciprocity or compliance, forty dollars; (6) for  
328 each certified copy of a license to a company, forty dollars; (7) for each  
329 certified copy of a report or certificate of condition of a company to be  
330 filed in any other state, forty dollars; (8) for amending a certificate of  
331 authority, two hundred dollars; (9) for each license issued to a rating  
332 organization, two hundred dollars. In addition, insurance companies  
333 shall pay any fees imposed under section 12-211; (10) a filing fee of  
334 fifty dollars for each initial application for a license made pursuant to  
335 section 38a-769; (11) with respect to insurance agents' appointments:  
336 (A) A filing fee of fifty dollars for each request for any agent  
337 appointment, except that no filing fee shall be payable for a request for  
338 agent appointment by an insurance company domiciled in a state or  
339 foreign country which does not require any filing fee for a request for  
340 agent appointment for a Connecticut insurance company; (B) a fee of  
341 one hundred dollars for each appointment issued to an agent of a  
342 domestic insurance company or for each appointment continued; and  
343 (C) a fee of eighty dollars for each appointment issued to an agent of  
344 any other insurance company or for each appointment continued,  
345 except that (i) no fee shall be payable for an appointment issued to an  
346 agent of an insurance company domiciled in a state or foreign country  
347 which does not require any fee for an appointment issued to an agent  
348 of a Connecticut insurance company, and (ii) the fee shall be twenty  
349 dollars for each appointment issued or continued to an agent of an  
350 insurance company domiciled in a state or foreign country with a  
351 premium tax rate below Connecticut's premium tax rate; (12) with  
352 respect to insurance producers: (A) An examination fee of fifteen  
353 dollars for each examination taken, except when a testing service is  
354 used, the testing service shall pay a fee of fifteen dollars to the  
355 commissioner for each examination taken by an applicant; (B) a fee of  
356 eighty dollars for each license issued; (C) a fee of eighty dollars per  
357 year, or any portion thereof, for each license renewed; and (D) a fee of  
358 eighty dollars for any license renewed under the transitional process  
359 established in section 38a-784; (13) with respect to public adjusters: (A)

360 An examination fee of fifteen dollars for each examination taken,  
361 except when a testing service is used, the testing service shall pay a fee  
362 of fifteen dollars to the commissioner for each examination taken by an  
363 applicant; and (B) a fee of two hundred fifty dollars for each license  
364 issued or renewed; (14) with respect to casualty claims adjusters: (A)  
365 An examination fee of twenty dollars for each examination taken,  
366 except when a testing service is used, the testing service shall pay a fee  
367 of twenty dollars to the commissioner for each examination taken by  
368 an applicant; (B) a fee of eighty dollars for each license issued or  
369 renewed; and (C) the expense of any examination administered  
370 outside the state shall be the responsibility of the entity making the  
371 request and such entity shall pay to the commissioner two hundred  
372 dollars for such examination and the actual traveling expenses of the  
373 examination administrator to administer such examination; (15) with  
374 respect to motor vehicle physical damage appraisers: (A) An  
375 examination fee of eighty dollars for each examination taken, except  
376 when a testing service is used, the testing service shall pay a fee of  
377 eighty dollars to the commissioner for each examination taken by an  
378 applicant; (B) a fee of eighty dollars for each license issued or renewed;  
379 and (C) the expense of any examination administered outside the state  
380 shall be the responsibility of the entity making the request and such  
381 entity shall pay to the commissioner two hundred dollars for such  
382 examination and the actual traveling expenses of the examination  
383 administrator to administer such examination; (16) with respect to  
384 certified insurance consultants: (A) An examination fee of twenty-six  
385 dollars for each examination taken, except when a testing service is  
386 used, the testing service shall pay a fee of twenty-six dollars to the  
387 commissioner for each examination taken by an applicant; (B) a fee of  
388 two hundred fifty dollars for each license issued; and (C) a fee of two  
389 hundred fifty dollars for each license renewed; (17) with respect to  
390 surplus lines brokers: (A) An examination fee of twenty dollars for  
391 each examination taken, except when a testing service is used, the  
392 testing service shall pay a fee of twenty dollars to the commissioner for  
393 each examination taken by an applicant; and (B) a fee of six hundred  
394 twenty-five dollars for each license issued or renewed; (18) with

395 respect to fraternal agents, a fee of eighty dollars for each license  
396 issued or renewed; (19) a fee of twenty-six dollars for each license  
397 certificate requested, whether or not a license has been issued; (20)  
398 with respect to domestic and foreign benefit societies shall pay: (A) For  
399 service of process, fifty dollars for each person or insurer to be served;  
400 (B) for filing a certified copy of its charter or articles of association,  
401 fifteen dollars; (C) for filing the annual report, twenty dollars; and (D)  
402 for filing any additional paper required by law, fifteen dollars; (21)  
403 with respect to foreign benefit societies: (A) For each certificate of  
404 organization or compliance, fifteen dollars; (B) for each certified copy  
405 of permit, fifteen dollars; and (C) for each copy of a report or certificate  
406 of condition of a society to be filed in any other state, fifteen dollars;  
407 (22) with respect to reinsurance intermediaries, a fee of six hundred  
408 twenty-five dollars for each license issued or renewed; (23) with  
409 respect to life settlement providers: (A) A filing fee of twenty-six  
410 dollars for each initial application for a license made pursuant to  
411 section 38a-465a; and (B) a fee of forty dollars for each license issued or  
412 renewed; (24) with respect to life settlement brokers: (A) A filing fee of  
413 twenty-six dollars for each initial application for a license made  
414 pursuant to section 38a-465a; and (B) a fee of forty dollars for each  
415 license issued or renewed; (25) with respect to preferred provider  
416 networks, a fee of two thousand seven hundred fifty dollars for each  
417 license issued or renewed; (26) with respect to rental companies, as  
418 defined in section 38a-799, a fee of eighty dollars for each permit  
419 issued or renewed; (27) with respect to medical discount plan  
420 organizations licensed under section 38a-479rr, a fee of six hundred  
421 twenty-five dollars for each license issued or renewed; (28) with  
422 respect to pharmacy benefits managers, an application fee of one  
423 hundred dollars for each registration issued or renewed; (29) with  
424 respect to captive insurance companies, as defined in section 38a-91aa,  
425 a fee of three hundred seventy-five dollars for each license issued or  
426 renewed; (30) with respect to each duplicate license issued a fee of fifty  
427 dollars for each license issued; (31) with respect to surety bail bond  
428 agents, as defined in section 38a-660, (A) a filing fee of one hundred  
429 fifty dollars for each initial application for a license, and (B) a fee of one

430 hundred dollars for each license issued or renewed; [and] (32) with  
431 respect to third-party administrators, as defined in section 38a-720, (A)  
432 a fee of five hundred dollars for each license issued, (B) a fee of three  
433 hundred fifty dollars for each license renewed, and (C) a fee of one  
434 hundred dollars for each annual report filed pursuant to section 38a-  
435 720; (33) with respect to portable electronics insurance licenses under  
436 section 1 of this act, (A) a filing fee of one hundred dollars for each  
437 initial application for a license, (B) a fee of five hundred dollars for  
438 each license issued, and (C) a fee of four hundred fifty dollars for each  
439 license renewed.

440 Sec. 4. Subdivision (1) of subsection (a) of section 42-260 of the  
441 general statutes is repealed and the following is substituted in lieu  
442 thereof (*Effective October 1, 2013*):

443 (1) "Extended warranty" means a contract or agreement to either  
444 perform or provide indemnification for the repair, replacement or  
445 maintenance of a product because of operational or structural failure of  
446 such product due to a defect in materials, skill or workmanship or  
447 normal wear and tear given for consideration over and above the lease  
448 or purchase price of a product. "Extended warranty" does not include  
449 portable electronics insurance, as defined in section 1 of this act.

450 Sec. 5. Subsection (c) of section 38a-676 of the general statutes is  
451 repealed and the following is substituted in lieu thereof (*Effective*  
452 *October 1, 2013*):

453 (c) The form of any insurance policy or contract (1) the rates for  
454 which are subject to the provisions of sections 38a-663 to 38a-696,  
455 inclusive, other than fidelity, surety or guaranty bonds, or (2) subject to  
456 section 1 of this act, and the form of any endorsement modifying such  
457 insurance policy or contract under subdivision (1) or (2) of this  
458 subsection, shall be filed with the Insurance Commissioner prior to its  
459 issuance. The commissioner shall adopt regulations, in accordance  
460 with the provisions of chapter 54, establishing a procedure for review  
461 of such policy or contract. If at any time the commissioner finds that

462 any such policy, contract or endorsement is not in accordance with  
463 such provisions or any other provision of law, the commissioner shall  
464 issue an order disapproving the issuance of such form and stating the  
465 reasons for disapproval. The provisions of section 38a-19 shall apply to  
466 any such order issued by the commissioner."

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>October 1, 2013</i>	New section
Sec. 2	<i>October 1, 2013</i>	38a-792
Sec. 3	<i>October 1, 2013</i>	38a-11(a)
Sec. 4	<i>October 1, 2013</i>	42-260(a)(1)
Sec. 5	<i>October 1, 2013</i>	38a-676(c)